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# Kennedy Cabinet Reflects Trusts'

## Power Shift

By ART SHIELDS

THE OFFICIAL family of President-elect Kennedy reflects some changes in the balance of power between the Morgan and Rockefeller groups.

In the past, many high Democratic cabinet positions were filled by Morgan banking representatives. This trend began with President Grover Cleveland and reflected the financial dominance of the Morgans until recent years. But the Rockefellers are coming forward today. And the Kennedy cabinet has placed the friends of the Rockefellers in some of its highest posts.

WE ARE GIVING these facts below. But first let us say this: The presence of the Rockefellers in Washington does not mean that the people's battles for peace, for labor's rights and the Negro people cannot be won. For the world situation is favorable to the forces of peace. And the facts of life in the 1960's can make it necessary for the Rockefellers and Morgans to give up the policies of John Foster Dulles. And to follow a policy of peaceful co-existence.

But the people must be armed with the facts. And the facts show that—

The President of the Rockefeller Foundation—Dean Rusk—will run the State Department, where the policies of peace—or war—will be set.

This fact does not stand alone, however. For—

The Rockefellers' far-flung empire is in a very precarious

position today. And some Rockefeller men are beginning to admit that some cold war policies are becoming obsolete. Thus the Rockefeller Brothers Fund report in 1959 suggested that it would be advisable for the U. S. A. and the United Nations to recognize People's China. And Dean Rusk was chairman of the panel which made this report.

One must also note that Adlai Stevenson, the new chief delegate to the United Nations, suggested UN recognition of China in an article in Foreign Affairs on January, 1960.

### ANOTHER HIGH POST

It appears to be much more dangerous however. That Allen W. Dulles, the former Standard Oil attorney, who heads the Central Intelligence Agency with its 30,000 spies and saboteurs, and his plots against Cuba. Neither the Rockefellers nor Morgans enjoy first place in the Defense Department. That post is given to Robert McNamara, president of the Ford Motor Co. But the Rockefellers have friends in the fattest Defense jobs below. Thus—

One of Governor Nelson Rockefeller's campaign leaders, Roswell Gilpatrick, will be Deputy Secretary of Defense. And the Deputy is a big timer, who runs this 40 billion dollar department much of the time. Also—

Paul Nitze, husband of a Standard Oil heiress, will be the first Assistant Secretary of Defense. His job is also a big one. He will direct military aid to foreign governments, like Franco's.

He will be the official liaison man with the powerful National Security Council. And he will be in charge of the government's disarmament plans.

That latter point is especially disturbing. For Nitze prepared an anti-disarmament report for the Senate Foreign Relations Committee not long ago. But the demand of the Socialists and the Peace forces outside is becoming harder and harder to resist.

And Nitze, the former Vice President of Dillon, Read & Co., and the husband of the former Phyllis Pratt, the granddaughter of a Rockefeller partner, may need to make a very different kind of disarmament report before long.

THE ROCKEFELLERS' defense friends are not limited to Gilpatrick and Nitze, however. The new Navy Secretary, John B. Connally, of Fort Worth, Texas, is highly acceptable to the oil family, although he is not a hundred per cent Rockefeller man.

Connally is a millionaire oil baron who financed Lyndon B. Johnson's campaign. He was appointed to the cabinet at Johnson's request.

Connally works closely with the Standard Oil crowd in Texas. He was also close to the McCarthyite oil barons, whom I visited in Texas some years ago as a worker reporter. He was an intimate financial associate of Sid Richardson, whose oil wealth has been estimated at a billion dollars. He is an executor of the vast Richardson es-

tate. And Richardson was the closest financial and social buddy of Clint Murchinson, the notorious McCarthyite tycoon. The two spent much time at the millionaires' K.K.K. ("Koon Kreek Klub), together.

Connally lives in a "palatial home" in an "exclusive" suburb of Fort Worth, the N. Y. Times reports.

THE ROCKEFELLERS also have a link with the Treasury Department through C. Douglas Dillon.

Dillon, the new Secretary of the Treasury, is an active Rockefeller ally in Wall Street and in financial operations overseas. Thus the Dillons and the Rockefellers exploit African oil together. The Dillon family owns most of the voting stock of Dillon, Read & Co., the big international banking house. Dillon, Read, in turn, controls the Amerasia Petroleum Corp., a blue chip concern. And Amerasia shares 181,000 square miles of oil concessions in North and East Africa with the Ohio Oil Co., a Rockefeller enterprise, and another oil firm.

The Dillons also collaborate with the Rockefellers in the Union of South Africa, where Dillon, Read is the investment banker for the Apartheid Government. The Dillons and Rockefellers also work together elsewhere. And James S. Allen in his authoritative book on "Atomic Imperialism" says that Dillon, Read is "close to the Rockefeller interests."

One might add this: The American people must be told that

aggressive Rockefeller interests when they threw the Rockefellers' Republican Party out in November. But the Rockefellers are here again and these facts must be frankly faced, if the battles to make Kennedy redeem his best campaign promises are to be won.

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**THE PRESS** has been careful to hide the Rockefeller ties of some of these men. Thus few readers knew that Roswell Gilpatrick, the Deputy Defense Chief, whose advice will often be taken in awarding munitions contracts, is a Rockefeller Democrat. But old files tell the story.

The Gilpatrick story goes back to 1959, when Nelson Rockefeller was running for the governorship against W. Averett Harriman. And Rockefeller got a break in the midst of the campaign, when a split in the Democratic ranks developed.

The split was organized by an influential member of Harriman's own party. That was Roswell Gilpatrick, a full partner of one of Wall Street's biggest law firms.

Gilpatrick's law firm—Cravath Swaine & Moore—represents the banking house of Kuhn, Loeb & Co., which handles the stocks and bonds of big railroads and industrial giants like Westinghouse Electric and Bethlehem Steel.

Gilpatrick's clients have long worked closely with the Rocke-

feller interests. And Mr. Gilpatrick got busy in Nelson Rockefeller's behalf in 1958. He organized the "Democrats for Rockefeller" Committee. And the political spokesman of Wall Street's most powerful family became Governor of New York with the support of the runaway Democrat—Roswell Gilpatrick.

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**THESE BIG BUSINESS** appointments represent nothing new in principle. The Government has been dominated by Big Business since American Capitalism came of age. And the class character of the Rockefellers is no different from that of their rivals, although foreign policy has been more aggressive in the past.

But the facts of life in the 1960's can compel the Biggest Business crowd to accept what John Foster Dulles would not accept in the 1950's.

These facts of life include the strength of the peace-loving Socialist lands; the rising strength of the Peace-loving peoples of Africa, Asia and Latin America. And the struggles that the Peace-loving people of the United States will conduct.